

The Algoma Steel Corporation, Limited

Revised April 17, 1985 (IC)

CUSIP Number 015662

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Stock Symbol ALG

Head Office — 503 Queen St. E., Sault Ste. Marie, Ont. P6A 5P2

Telephone — (705) 945-2762

THE COMPANY with its subsidiaries is a vertically integrated primary iron and steel producer which obtains about 95% of its coal and iron ore requirements from properties which it owns or leases.

COMPARATIVE DATA									
Fiscal Year	Total Assets	Net Fixed Assets	Shldrs.' Equity	Net Sales	Net Inc. Oper.	Earns. Per Sh.	Divd. Paid	Price Range	
								High	Low
	\$	\$	\$	\$	\$	\$	\$	\$	\$
1984.....	1,646,826	895,325	829,449	1,104,292	d45,706	d4.37	stk.*	31.00	16.50
1983.....	1,668,217	944,674	895,046	859,541	d126,646	d9.65	stk.*	37.63	24.75
1982.....	1,728,739	990,804	941,579	874,164	d40,421	d3.76	1.00	45.38	22.75
1981.....	1,718,185	879,504	1,011,491	1,426,434	164,970	10.85	1.10	49.25	37.00
1980.....	1,422,070	644,798	877,563	1,149,079	109,248	8.21	1.00	41.88	28.00

*Equivalent to 27 cents (1.6 common shares for each 100 shares held) in 1984 and to 30.25 cents (1 common share for each 100 shares held) in 1983.

CONSOLIDATED CAPITALIZATION AS AT DECEMBER 31, 1984			
	Outstanding		%
Long-term debt		\$585,799,000	41
Preference stock	4,984,300 shs.	124,608,000	9
Class B preference stock	3,800,000 shs.	95,000,000	7
Common stock	14,392,474 shs.	97,521,000	7
Retained earnings		512,320,000	36

SUMMARY STATEMENT

Sales in 1984 were 28% higher at \$1,104,292,000 than in 1983. Shipments of steel products were 11% higher at 1,951,000 tons. An improved product mix and more third-party coal sales contributed to the rise.

Net loss for 1984, totaled \$45,706,000, or \$4.37 per common share, compared with a net loss of \$126,646,000 or \$9.50 per share in 1983. Earnings from operations were \$14,865,000, a turnaround from the loss of \$123,916,000 in 1983, and a positive cash flow of \$73,551,000 replaced the negative one of \$56,657,000 in 1983.

A stock dividend of 1.6 common shares, equivalent to 27 cents per share, for each 100 shares held, was paid on Dec. 31, 1984. Previously, a stock dividend of one common share for each 100 shares held, equivalent to 30.25 cents per share was paid on Nov. 30, 1983. The company has announced that it will omit its first quarterly dividend in 1985.

Capital expenditures in 1984 totaled \$24,413,000, down from the \$31,642,000 in 1983.

An agreement was signed in February, 1985, with Canadian Pacific Limited, to form a limited partnership to complete construction of the new seamless tube mill with funds provided primarily by Canadian Pacific. Ownership of the Tube division will be transferred to the new Superior Limited Partnership. Algoma Steel, as general partner, will manage the new entity which will also make improvements to the existing tube mill facilities. Algoma Steel will receive notes from Canadian Pacific and the new partnership for the existing Tube mill division, which is independently valued at \$316,000,000.

N.B.—For quick reference data, see page 2.

THE FINANCIAL POST CORPORATION SERVICE

Maclean Hunter Building, 777 Bay Street, Toronto M5W 1A7 Telephone (416) 596-5585

1001 Boul. de Maisonneuve ouest, Montréal H3A 3E1 Téléphone (514) 845-5141

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QUICK REFERENCE DATA

Major Shareholder—At February 25, 1985, Canadian Pacific Enterprises Limited owned beneficially, directly or indirectly, 61.17% of the company's outstanding common shares.

Employees—Company had approximately 9,000 employees in December, 1984.

Incorporation—Ontario charter, December 12, 1934; continuance, 1984.

Auditors—Peat, Marwick, Mitchell & Co., C.A., Sault Ste. Marie, Ont.

Fiscal Year Ends—December 31.

Annual Report Appeared—In March in 1985.

Annual Meeting Date—April 17 in 1985.

Listed—ALG, Toronto, Montreal and Vancouver Stock Exchanges. (8% series A preference, class B preference, ser. 1 and common shares).

Shareholders—At December 31, 1984, the company had 5,188 common shareholders.

Transfer Agents and Registrars—Montreal Trust Co., Halifax, Saint John, Montreal, Toronto, Winnipeg, Regina, Calgary and Vancouver; The Royal Bank of Canada Trust Co., New York.

SALES

Sales by geographic area for the past two years have been as follows:

	1984		1983	
	\$000's	%	\$000's	%
Canada	947,424	86	820,368	95
United States ...	156,868	14	39,173	5
	1,104,292			
	2	100	859,541	100

EARNINGS

Operating income, before interest expense, income taxes, foreign exchange loss, and equity and other income for the past two years, has been as follows:

	1984		1983	
	\$000's	%	\$000's	%
Canada	1,181	8	120,646	97
United States ...	13,684	92	13,272	3
	14,865	100	123,918	100

STEEL SHIPMENTS

Steel shipments by product classification in recent years have been as follows:

	1984	1983	1982	1981
	%	%	%	%
Plate & Sheet	64	66	63	57
Structural	14	16	13	18
Rails & Fastenings ...	7	8	11	9
Bars & Grinding Media ..	2	2	2	3
Seamless Tubes & Skelp	15	8	11	13
	100	100	100	100

COMPANY

The company is a fully integrated steel producer. Algoma maintains sales offices across Canada and produces a wide range of steel products for use by such industries as steel fabricating, oil and gas, steel service centre, automotive, construction equipment, pipe and tube, mining, agricultural equipment, railway and shipbuilding.

The company produces North America's widest sheet and Canada's widest plate and is the only producer in Canada of wide flange shapes for the construction industry and seamless tubes for the oil and

gas industry. The company's wholly-owned U.S. subsidiary, Cannelton Industries, Inc., mines from its owned or leased coal reserves virtually all of Algoma's coal requirements and sells coal to third parties. Nearly all of the iron ore consumed by Algoma is obtained from mines in Canada and the United States which it owns or in which it has an interest.

The remaining reserves at the Algoma Ore Division are sufficient for at least 20 years' production and reserves at Cannelton and Tilden will support in excess of 30 years' production at current rates.

Products—Include coal; coke; coal tar chemicals; ingots, blooms, billets and slabs; heavy rails; sinter; wide flange shapes; welded wide flange shapes; welded special shapes; bearing pile shapes; standard angles, channels and beams; tie plates; seamless tubular products; plate; hot rolled sheet; cold rolled sheet; and cold rolled sheet for motor laminations.

OPERATIONS

Note—For operating statistics, see table page 9.

The Canadian operations are organized into three major divisions: the Algoma ore division which mines and beneficiates iron ore at Wawa, Ont.; the steelworks division, which operates a primary iron and steel plant at Sault Ste. Marie, Ont.; and the tube division, which operates a seamless tube manufacturing plant at Sault Ste. Marie, Ont.

In addition to the Algoma ore division, iron ore pellets are provided to Algoma Steel through the Tilden Iron Ore partnership in which Algoma has 30% interest through a subsidiary, Cannelton Iron Ore Company.

Algoma's coal supplies are largely provided by subsidiaries which produce high and low volatile metallurgical coal at their Kanawha, Indian Creek, Pocahontas and Maple Meadow mines in West Virginia.

Steelworks Division—Properties at Sault Ste. Marie, Ont., comprise 2,800 acres of land with four miles of waterfront. In addition, the company owns a 75-acre site on the U.S. side of the St. Mary's River.

Primary production facilities include 320 coke ovens in five batteries, five blast furnaces, five L-D oxygen steelmaking furnaces and a continuous casting plant with a four strand machine for casting blooms and a two strand machine for casting beam blanks and slabs. Steel processing and finishing equipment includes a 45" blooming mill, 48" slabbing mill, 166" reversing plate mill, 25" continuous billet mill, 32" reversing breakdown mill, 30" cross-country rail and structural mill, 50" parallel flange beam mill, welded wide flange beam mill, 106" continuous hot strip mill, 30" and 80" reversing cold strip mills, grinding ball plant and a plant for producing unfinished automotive stampings.

Annual Capacities—Steel Works:

Primary products: coke plant, 1,833,000 net tons.
Iron: Blast furnaces, 3,764,800 net tons.

Raw Steel: 4,498,000 net tons. This plant has three 105-ton and two 260-ton capacity oxygen steel furnaces.

Algoma Ore Division—Operates a producing iron mine, the George W. MacLeod Mine, near Wawa in the Michipicoten District of Ontario and conducts exploration activities. The iron ore properties are located in the Michipicoten and Goulais River districts north of Sault Ste. Marie and near Calabogie, west of Ottawa.

Approximately 50% of the ore mined is treated first at the company's heavy media plant which is geared to treat 8,000 gross tons a day. The balance of the ore and heavy media concentrates are sintered to produce 6,000 gross tons of sinter per day at the company's 2,200,000 gross ton per annum capacity sinter plant. Here the iron content is raised from 35% to 48% and manganese from 2% to 2.5%. The sinter is superfluxed with a basicity of 1.6 bases to 1 acid.

Sinter production is consumed primarily by Algoma at its steel plant at Sault Ste. Marie.

Other properties held in the area are the Goulais River property, the Britannia (formerly Bartlett) property, the Josephine property, and the Goudreau pyrite property. All of these properties have been developed to some extent. The company also owns iron ore properties north of Sault Ste. Marie, Ont., and at Calabogie,

west of Ottawa. In 1965 a 33-year renewable lease was entered into with owners of claims adjoining the Goulais property.

The Goulais River properties are estimated to contain sufficient ore to produce annually 1,000,000 gross tons of pellets of slightly over 64% iron content for about 30 years.

In 1965, an option was exercised for \$1.3 million and a 99-year lease entered into with Can-Fer Mines Limited covering an iron ore property in the Onaman Iron Range, approximately 100 miles north of Nipigon on the north shore of Lake Superior. Open-pit ore reserves of the property are estimated to be sufficient to produce annually over 1 million gross tons of pellets of about 64% iron content for more than 20 years.

Tube Division—Effective Oct. 1, 1971, the company leased and commenced operating the seamless tube manufacturing plant of Mannesmann Tube Co. Ltd., adjacent to the steelworks in Sault Ste. Marie. Certain assets of Mannesmann were also acquired and \$1,300,000 in liabilities was assumed. The lease expires in 1986 and contains annual options to purchase commencing in 1977.

In February, 1985, the company entered into an arrangement whereby a limited partnership will construct a new seamless tube mill with funds provided by the sole limited partner, Canadian Pacific Limited, and make improvements to the existing tube mill. Algoma is the general partner and will manage the partnership. Ownership of the existing mill will be transferred to the new partnership, The Superior Limited Partnership.

Sales Offices for rolled steel products are at Sault Ste. Marie, Mississauga, Hamilton, Windsor, Ont.; Moncton, N.B.; Montreal, Que.; Winnipeg, Man.; Calgary, Alta.; and Vancouver, B.C.

Sales offices for seamless pipe and tubes are at Mississauga, Ont.; Calgary, Alta.; and Houston, Texas. The latter is operated by subsidiary Algoma Tube Corporation.

CAPITAL EXPENDITURES

Capital expenditures for recent years have been as follows:

1975	\$104,523,000	1980	\$107,194,000
1976	51,381,000	1981	264,690,000
1977	29,596,000	1982	185,405,000
1978	39,238,000	1983	31,642,000
1979	89,268,000	1984	24,413,000

ACCOUNTING CHANGE

Effective Jan. 1, 1984, the Corporation prospectively changed its accounting policy respecting foreign currency translation to adopt the new recommendations of the Canadian Institute of Chartered Accountants. Since the new standards were adopted prospectively, 1983 figures were not restated.

Under its previous policy the consolidated financial statements of the Corporation included assets, liabilities and results of operations of United States subsidiaries assuming \$1 Canadian equivalent to \$1 United States.

On implementation of the new policy, the carrying values of the Corporation's long-term foreign currency debt were restated to reflect Dec. 31, 1983 exchange rates and the resulting exchange losses were deferred for amortization against future earnings. In 1984 the net exchange loss of \$11.9 million reported in the statement of earnings includes amortization of deferred losses totaling \$11.2 million of which \$7.2 million relates to joint venture indebtedness. Assets and liabilities of United States operations and the investment in the associated company were also restated at Jan. 1, 1984 using the appropriate exchange rates.

HISTORY

The company was incorporated in Ontario on Dec. 12, 1934 under the name, Algoma Steel Corporation, Limited, to succeed a company of the same name following a reorganization of the latter company, which had been placed in bankruptcy in 1932.

The original company, Lake Superior Iron & Steel Company, had been incorporated in 1907 by The Lake

Superior Corporation to concentrate the steel properties owned by that company; the company's name was changed to Algoma Steel Corporation, Limited, in 1912, when the following companies were absorbed: The Algoma Steel Co., Ltd., formed in 1901; The Lake Superior Power Co., Ltd.; The Algoma Commercial Co., Ltd.; and the Algoma Iron Works, Ltd. Algoma Steel Corporation also acquired the entire capital stock of the Fiborn Limestone Co., and the Cannelton Coal and Coke Co. Subsequently it acquired control of the Lake Superior Coal Co.

About a year after its incorporation it sold the power rights in the St. Mary's River owned by The Lake Superior Power Company to the Insull interests of Chicago.

On June 22, 1932, on the petition of Cannelton Coal and Coke Company, a creditor and a subsidiary, a winding-up order in bankruptcy was granted and the Chartered Trust and Executor Co., of Toronto, was appointed liquidator. The petition in bankruptcy was supported by an affidavit signed by the then president, W. C. Franz, recommending a reorganization under the Winding-Up Act.

Reorganization, 1935—Holders of the old company's 5% first and refunding mortgage bonds, due Apr. 1, 1962, at a meeting held Feb. 6, 1935, approved a plan for the reorganization of the old company by the sale of its assets to the present company. The plan was sanctioned by an order of the Supreme Court of Ontario, Feb. 12, 1935, and, by a special act of the Ontario Legislature, was proclaimed by Order-in-Council, on May 3, 1935, on which date the new company took over the assets.

In 1950, the company liquidated its interest in Soo Transportation Co., which operated a bus system in the City of Sault Ste. Marie, Mich. The resulting loss of \$109,968 was written off against earned surplus.

When the franchise to operate a bus system in Sault Ste. Marie expired in 1956, it was not renewed by the company and the appraised value of the system was received by the company from the city. In 1957, the company sold its shares of Two Cities Transit Co. Ltd., a small wholly owned subsidiary whose operations were closely tied in with those of the bus system.

In April, 1957, 500,000 Algoma shares, representing nearly one-third ownership, were sold from the estate and beneficiaries of the company's late president, Sir James Dunn. 200,000 shares were purchased by Mannesmann International Corp., 100,000 by McIntyre Porcupine Mines Ltd., and 50,000 shares by Locana Corp., a private Montreal banking firm controlled by British interests. A. V. Roe Canada Ltd. also acquired 150,000 shares at this time but late in 1958 and early in 1959 disposed of its entire holdings of this stock.

On Sept. 27, 1960, the shareholders approved change of name of the company from Algoma Steel Corporation, Limited to The Algoma Steel Corporation, Limited, and amalgamation with two of its wholly-owned Canadian subsidiaries, Algoma Ore Properties, Limited and Canadian Furnace Co. Limited. The latter two became operating divisions.

In 1962, subsidiaries Algoma Steel Products Co. Ltd. and Algoma Exploration Co. Ltd. applied for cancellation of their charters.

In 1964, the company consolidated subsidiary holdings in the United States through sale of the assets of Fiborn Limestone Company, mainly comprising limestone and dolomite deposits in Michigan, to Cannelton Coal Company. Fiborn Limestone Company was dissolved on June 11, 1964.

In 1971, the company sold its holding of 599,912 common shares of Canada Steamship Lines, Ltd., at \$40 per share.

In September 1973, Canadian Pacific Investments Limited (now Canadian Pacific Enterprises Limited) acquired the 25% interest in the company previously held by Mannesmann A.G. of Duesseldorf, West Germany.

In June, 1974, Canadian Pacific Investments Limited made an offer to Algoma shareholders to acquire, 2,500,000 common shares at \$32 per share. The offer was oversubscribed resulting in Canadian Pacific Investments owning over 55% of the company's outstanding common stock.

In early 1983, the company entered into an arrangement with Sonco Steel Tube Limited, a subsidiary of Jannock Limited, whereby Sonco will purchase substantially all of its steel requirements from Algoma. The agreement expires Dec. 31, 1987 and provides Algoma with an option to purchase 50% or 100% of the common shares of Sonco, exercisable after the expiry date. The exercise price will be dependent upon the performance of Sonco during the option period.

OFFICERS AND DIRECTORS

Officers—John Macnamara, chm. and chief exec. officer; P. M. Nixon, pres. and chief oper. officer; R. N. Robertson, sr. v-p commercial; R. H. Cutmore, v-p fin. & acctg.; S. H. Ellens, v-p admin.; R. G. Paterson, v-p eng.; G. S. Lucenti, v-p ops.; H. C. Winters, v-p sales; J. T. Melville, sec.; J. K. Morano, treas.; W. J. Reed, contr., steel & iron ore.

Directors—L. N. Savoie, P. M. Nixon, John Macnamara, Sault Ste. Marie, Ont.; A. H. Zimmerman, C. H. Hantho, A. H. Mingay, Toronto; R. S. Allison, W. E. McLaughlin, Westmount, Que.; P. A. Nepveu, Laval, Que.; S. E. Eagles, R. W. Campbell, Calgary; R. J. Theis, Fayetteville, N.Y.

WHOLLY-OWNED SUBSIDIARIES

Cannelton Industries, Inc. (formerly Cannelton Coal Co.)—Effective Jan. 1, 1980, Cannelton Coal and Coke Company and Lake Superior Coal Company were merged into one corporation with two divisions. Cannelton Coal and Coke is known as the Kanawha Division and Lake Superior Coal as the Pocahontas Division. Coal properties comprise over 26,000 acres in West Virginia, U.S.A., including 7,353 acres acquired in 1965.

In 1964, the assets of Fiborn Limestone Company, a wholly-owned subsidiary of Algoma Steel, were acquired by the company in order to consolidate all properties in the U.S.A. in one subsidiary. The assets comprise approximately 1,250 acres of limestone deposits at Fiborn, Mich., and dolomite deposits at Ozark, Mich., both about 60 miles south of Sault Ste. Marie. These deposits are not being operated and are being held in reserve.

Kanawha Division:

High volatile metallurgical coal is mined at Cannelton on the Kanawha River below Charleston, the state capital. The mines are fully mechanized and modern—all coal is washed and they have a mining cost which compares favorably with the better mines of the district. Present annual capacity for the production of high volatile coal is approximately 700,000 tons. In 1981, company closed the Kanawha metallurgical coal underground mine as a result of unacceptable costs and also because reserves were approaching exhaustion. However, at Dec. 31, 1981, company was in the throes of bringing a new steam coal mine into production.

Indian Creek Division:

High volatile metallurgical coal is mined here at a production capacity of 800,000 tons annually. This capacity was attained on completion of a US\$14 million preparation plant in 1980. This property was acquired in December, 1974, and is located in Peytona, West Virginia.

Pocahontas Division:

The Pocahontas Division is in the southern part of West Virginia near the Virginia border. The low volatile Pocahontas coal, considered desirable for high-grade coke production, is extracted from these mines at the rate of about 450,000 tons a year. This mining property is almost fully mechanized and has a new coal washing plant. Mining cost are favorable. The Pocahontas mines are approaching exhaustion of reserves and are being replaced by the Maple Meadow mine which commenced production in 1974.

Reserves:

Metallurgical coal reserves owned or leased by subsidiaries are estimated to amount to in excess of 135 million tons of high volatile coal at the Kanawha mines, and the Indian Creek Division, and in excess of 45 million tons of low volatile coal. These reserves are suffi-

cient to permit the mining of coal at projected levels of operation for approximately 30 years. In addition, Cannelton Industries has substantial reserves of steam coal which is not required in Algoma's operation.

Maple Meadow Mining Company:

In 1965 an additional low volatile metallurgical coal property of 7,353 acres in West Virginia was acquired. The main Beckley seam was estimated to contain 42,000,000 tons of recoverable coal which could be mined at an operating cost considerably lower than the market price for equivalent quality coal. In November, 1967, the company signed a long-term lease for adjacent properties which added over 30 million tons to recoverable coal reserves.

Maple Meadow Mining Company is a wholly-owned subsidiary of Cannelton Industries, Inc., located in West Virginia. Based on current production levels of 850,000 tons of low volatile metallurgical coal per year at this mine, and future planned mining rates of approximately 1,000,000 tons per annum, the production from this mine exceeds company's requirements. As a result, company signed a 12-year contract under which a total of five million tons of coal is being sold from this mine. Shipments commenced in 1976.

Cannelton Iron Ore Company:

Participates in a joint venture to produce iron ore pellets (see under "Other Interests").

Algoma Tube Corporation:

This division, located at Dafer, Mich., threads, attaches couplings to and tests seamless tubes and operates sales offices out of Houston, Texas and Denver, Colorado.

Other Subsidiaries—Additional subsidiaries include Sault Windsor Hotel Limited, Sault Marine Services Limited, Southern Algoma Railway Company and Kremzar Gold Mine Limited. The latter two companies are inactive.

OTHER INTERESTS

AMCA International Limited—1155 Dorchester Blvd. West, Montreal, Quebec; J. Hatcher, pres. and chief oper. officer. Algoma Steel owns 34.6% of the outstanding common shares of this company.

AMCA International designs, fabricates, and erects steel structures, machinery, and a variety of engineering products. For details see separate card on this company.

Mining Interest—Through wholly-owned subsidiary, Cannelton Iron Ore Company, Algoma Steel holds an effective 30% interest in the Tilden Mine Joint Venture, which mines and pelletizes fine grain iron ore at its property in northern Michigan, about 175 miles from Sault Ste. Marie. The annual rated capacity of the mine is eight million gross tons of pellets, which was increased from four million tons per annum on completion of an expansion program in the third quarter of 1979. Operations commenced at the mine in late 1974.

In 1978, Algoma Steel received 1,300,000 gross tons of iron ore pellets from reserves leased at Steep Rock Lake, Ont. Due to depletion of reserves, production was terminated at this property in 1979. Sufficient tonnages of pellets are available from the expanded Tilden Mine to replace the loss of iron ore from Steep Rock.

CAPITAL STOCK

(As at Dec. 31, 1984)

Preference	*7,384,300 sh.	
8% Ser. A		1,784,300 sh.
Floating rate, Ser. C		2,000,000 sh.
Floating rate, Ser. D		1,200,000 sh.
Class B Pfc.	12,000,000 sh.	
\$2 Ser. 1		3,800,000 sh.
Common	430,186,632 sh.	14,392,474 sh.

*Of which, 1,784,300 shares reserved for conversion of series A shares to series B shares.

▲Of which 3,125,500 shs. are reserved for conversion of class B, series 1 preference shares.

Preference Shares—Total authorized amount of preference shares was 8,000,000 shares, subsequently reduced to 7,384,300 shares at Dec. 31, 1984.

General Provisions—Issuable in series at the discretion of the directors. All series rank on a parity with one another and will be entitled to preference over the common shares and any other shares ranking junior to the preference shares with respect to the payment of dividends and the repayment of capital. No shares ranking on a parity with or prior to the preference shares with respect to payment of dividends and/or the repayment of capital may be created without the approval of the holders of the preference shares.

Non-voting unless eight quarterly or four half-yearly dividends in arrears, when entitled as a class to elect two members of the board of directors.

The provisions attached to the preference shares as a class may be changed only with the approval by at least two thirds of the votes of the holders of preference shares.

8% Tax-Deferred Preference Shares, Series A:

Entitled to fixed cumulative preferential tax-deferred cash dividends of \$2 per share per annum; commencing with the quarterly payment on Dec. 1, 1988, dividend payments will be taxable.

In the event of liquidation, dissolution or winding up of the company, entitled to \$25 per share plus all accrued and unpaid dividends. If liquidation is voluntary and occurs prior to June 1, 1981, entitled to \$26.25 per share, thereafter entitled to the then current redemption price.

Redemption—The series A preference shares were not redeemable prior to June 1, 1981. Thereafter redeemable at the option of the company in whole at any time or in part from time to time on not less than 30 days' notice at \$26.25 per share if redeemed on or before June 1, 1982; thereafter at \$26.00 per share if redeemed on or before June 1, 1983; at \$25.75 per share on or before June 1, 1984; thereafter at \$25.50 per share on or before June 1, 1985; at \$25.25 per share on or before June 1, 1986; and thereafter at \$25 per share, in each case plus all accrued and unpaid dividends. The excess of the redemption price per share over \$25 will be paid out of the company's tax-deferred surplus if it is sufficient to cover the full amount of such excess after prior payment of all tax-deferred dividends payable on the redemption date.

The company may at any time purchase for cancellation the whole or any part of the tax-deferred preference shares, series A, outstanding at a price per share not exceeding \$26.25 if such purchase is made prior to June 1, 1981, thereafter at the then current redemption price plus all accrued dividends and costs of purchase.

Monthly Purchase Obligation—The company shall, during each month beginning in the 12-month period commencing June 1, 1979, purchase for cancellation, if and to the extent that such shares are available for purchase at market prices not exceeding \$25 per share, an aggregate of 120,000 8% tax-deferred preference shares, series A, and 9% preference shares, series B and such obligation shall carry over to the succeeding months in the same 12-month period. If the company is unable in any 12-month period to purchase such tax-deferred preference, series A or series B preference shares, the company shall be under no further obligation to purchase such shares for that 12-month period.

Exchange Privilege—Any holder of the tax-deferred preference shares, series A, shall be entitled at his option at any time after Sept. 1, 1988 (except during the 30-day period prior to any redemption date) to exchange all or any of the tax-deferred preference shares, series A, into 9% preference shares, series B, on a share-for-share basis. (For details of provisions of series B preference shares, see below.)

Other Provisions—Certain restrictions are based on the payment of dividends and retirement of shares. In addition, so long as any of the tax-deferred preference shares, series A, are outstanding, the company shall not pay any tax-deferred dividends on any other shares of the company if the result would be to reduce the tax-deferred surplus below an amount equal to \$90 million

less the aggregate of tax-deferred dividends paid on the tax-deferred preference shares, series A.

Purpose of Issue—Net proceeds applied to the reduction of bank indebtedness.

Offered—2,400,000 shares at \$25 per share in March, 1976, by Wood Gundy Limited, Greenshields Inc. and Burns Fry Ltd.

9% Preference Shares, Series B:

Entitled to fixed cumulative preferential cash dividends of \$2.4375 per share per annum.

In the event of liquidation, dissolution or winding up of the company, entitled to \$25 per share plus all accrued and unpaid dividends.

Redemption—At the option of the company in whole at any time or in part from time to time, on not less than 30 days' notice at \$25 per share plus all accrued and unpaid dividends.

The company may at any time purchase for cancellation the whole or any part of the preference shares, series B, outstanding at a price not exceeding \$25 per share plus accrued dividends and costs of purchase.

Monthly Purchase Obligation—For details, see under provisions for 8% class A preference shares.

Other Provisions—Certain restrictions are placed on the payment of dividends, retirement of shares and creation of additional shares.

Offered—To be issued after Sept. 1, 1988, on the exchange of 8% tax-deferred preference shares, series A, on share-for-share basis.

Floating Rate Preference Shares, Series C:

Entitled to quarterly dividends at a rate equal to 1½% over one-half the mean prime lending rate of five Canadian chartered banks.

Redemption—After May 31, 1980, at the option of the company at a premium of 75 cents per share which reduced annually thereafter and now stands at \$25 per share.

Retraction—The company is required to invite tenders for the purchase of all such shares and to purchase at May 31, 1987, at \$25 per share plus accrued and unpaid dividends all shares deposited with the company pursuant to the invitation. Not less than 45 days prior to this date, the company is permitted to offer an increased dividend rate or to create additional retraction privileges for the benefit of shares not so purchased.

Purpose of Issue—Net proceeds applied to the reduction of bank indebtedness.

Placed Privately—2,000,000 shares at \$25 per share in April, 1977, by Wood Gundy Limited, Greenshields Inc. and Burns Fry Ltd.

Floating Rate Preference Shares, Series D:

Entitled to quarterly dividends at a rate equal to 1.375% over one-half the mean prime lending rate of five Canadian chartered banks.

Redemption—After Dec. 31, 1980, at the option of the company at a premium of 75 cents per share which reduced annually thereafter and now stands at \$25 per share.

Retraction—The company is required to invite tenders for the purchase of all such shares and to purchase at Dec. 31, 1987, at \$25 per share plus accrued and unpaid dividends all shares deposited with the company pursuant to the invitation. Not less than 45 days prior to this date the company is permitted to offer an increased dividend rate or to create additional retraction privileges for the benefit of shares not so purchased.

Purpose of Issue—Net proceeds applied to the reduction of bank indebtedness.

Placed Privately—1,200,000 shares at \$25 per share in December, 1977, by Wood Gundy Limited, Greenshields Inc., and Burns Fry Ltd.

Common—Entitled to one vote per share.

\$2 Convertible Cl. B Preference, Series 1:

Entitled to fixed cumulative preferential cash dividends of \$2 per share per annum, to be paid quarterly

on the first day of March, June, September and December in each year.

In the event of liquidation, dissolution, etc., entitled to \$25 per share; if liquidation is voluntary, entitled to \$25 per share plus a premium of \$1.50 per share if on or prior to Dec. 1, 1987, and, thereafter a premium equal to the then applicable redemption premium; in each case plus accrued dividends.

Redemption—Not redeemable on or prior to Dec. 1, 1986. Thereafter and on or prior to Dec. 1, 1988, not redeemable unless the weighted average price at which the common shares traded over a certain 20-day period is at least 125% of the applicable conversion price of the preference shares. Subject to the foregoing, redeemable at the option of the company in whole or in part on at least 30 days' notice at the following prices per share if redeemed in the 12 months ending Dec. 1:

1987 .. \$26.50	1989 .. \$26.00	1991 .. \$25.50
1988 ... 26.25	1990 ... 25.75	1992 ... 25.25

and thereafter at \$25 per share; in each case plus accrued dividends.

The company may at any time purchase for cancellation any part of the shares at a price per share not exceeding \$26.50 if such purchase is made on or prior to Dec. 1, 1987, and, thereafter, at a price per share not exceeding the then current redemption price; in each case excluding costs of purchase.

Purchase Obligation—During each calendar quarter commencing Jan. 1, 1991, the company shall make all reasonable efforts to purchase for cancellation in the open market in each calendar quarter 1% of the shares outstanding as at Dec. 2, 1990 at a price not exceeding \$25 per share plus accrued dividends and costs of purchase. Such obligation, if unfulfilled, shall carry over only to the successive calendar quarters of the same calendar year and shall thereafter be extinguished.

Conversion Privilege—Convertible into common shares at any time up to the close of business on Dec. 1, 1990, or, in the case of shares called for redemption, up to the close of business on the third business day prior to the date fixed for redemption, whichever is earlier, into 0.8097 of a common share, being a conversion price of \$30.875 per common share. The conversion price is subject to adjustment in certain events.

Restrictive Covenants—Certain restrictions are placed on the creation or issue of additional shares, payment of dividends and retirement of shares.

Modification—The approval of all amendments to the provisions attached to the shares as a series must be by a resolution carried by at least two-thirds of the votes cast at a meeting of the holders of the shares.

Purpose of Issue—Net proceeds of about \$91,382,500 are to be used to repay short-term indebtedness incurred for the purpose of financing capital projects and working capital.

Offered—3,800,000 shares on Dec. 1, 1983, at \$25 per share to yield 8% per annum by a group headed by Wood Gundy Ltd.

CHANGES IN CAPITAL STOCK

In 1935, 26,390 5% \$100 par preference shares were issued, in accordance with the reorganization described on page 3. They were noncumulative until Jan. 1, 1940, and thereafter cumulative, with a right of conversion until Jan. 1, 1945, on the basis of four new no par value common shares for each \$100 par preference share. Prior to the 4-for-1 split of the common stock in 1936, the preference was convertible into old common on a share-for-share basis.

On Mar. 6, 1936, 2,215 preference shares were purchased and subsequently cancelled.

On July 4, 1936, shareholders approved a proposal to increase the authorized common stock from 130,000 to 1,000,000 shares and to split the outstanding shares 4-for-1. S.L.P. confirming the increase were obtained dated July 6, 1936.

During the year ended Apr. 30, 1937, 2,160 preference shares were converted into common.

Preference shares were purchased and cancelled

during the fiscal years ended Apr. 30 as follows; 1941, 1,060 shares; 1943, 160 shares; 1944, 2,988 shares; 1945, 655 shares.

On July 1, 1947, the balance of the outstanding 5% \$100 par preference stock (17,152 shares) was redeemed at par and accrued dividends.

On Oct. 17, 1949, shareholders approved a 4-for-1 split of common stock, bringing issued capital to 1,650,800 shares.

On May 27, 1957, shareholders approved a 4-for-1 split of common stock. Prior to the split authorized capital was reduced from 4,000,000 to 3,744,970 common shares by the cancellation of 225,030 shares held by wholly owned subsidiaries. As a result of the subdivision, authorized capital consisted of 15,099,880 shares of which 5,703,080 shares were outstanding.

A total of 42,000 shares was issued under the option plan in 1958, and 21,100 shares in 1959.

In 1960, 5,000 shares were issued under the option plan and 12 shares were issued in exchange for seven shares of Algoma Ore Properties, Limited and five shares of Canadian Furnace Co. Limited held by directors of the two subsidiary companies, pursuant to their amalgamation with the parent company.

A total of 15,000 shares in 1961 and 1,000 shares in 1963 were issued upon exercise of stock options. A further 9,900 shares were issued under the option plan during 1964. At Dec. 31, 1964 there were 5,797,092 common shares outstanding.

During 1965, 1,125 shares were issued upon exercise of options, bringing the total number of outstanding shares at Dec. 31, 1965, to 5,798,217.

By S.L.P. dated May 12, 1966, the common stock was subdivided on a 2-for-1 basis, resulting in 30,199,760 authorized shares, no par value, of which 11,596,434 shares were issued and outstanding.

In 1966, 10,000 new common shares, and in 1967, 2,000 shares, were issued upon exercise of options.

An Amendment of Articles Apr. 30, 1971, decreased capital stock by 13,056 shares, which were held by a trust company to be issued to holders of bonds under an agreement approved by the courts in 1935.

During 1973, 39,750 shares; 1974, 34,500 shares; 1975, 600 shares were issued under options.

On Mar. 23, 1976, the company obtained Articles of Amendment, increasing its authorized capital stock by the creation of 8,000,000 preference shares of \$25 par value. Subsequently, 2,400,000 8% tax-deferred shares of \$25 par value were sold to the public at \$25 per share.

During 1976, 1,500 common shares were issued.

In April, 1977, 2,000,000 preference shares series C and in Dec., 1977, 1,200,000 preference shares series D were placed privately.

During 1979, 7,500 series A preference shares were redeemed and cancelled and 19,400 common shares were issued under stock options.

In fiscal 1980, the company purchased 131,300 series A preference shares for cancellation and issued 2,338,225 common shares through a rights offering to common shareholders of record Nov. 7, 1980, to purchase one common share at \$33 for each five common shares held. Shareholders also were offered an additional subscription privilege to apply on a pro rata basis, for purchase of unsubscribed common shares at \$33 a share. Rights expired Dec. 1, 1980.

The company purchased for cancellation 120,000 series A preference shares in each of the years 1981 and 1982.

During 1983, 112,200 series A preference shares were purchased for cancellation; 3,800,000 class B preference shares, series 1, were issued; and 138,660 common shares were issued for stock dividends.

During 1984, the company purchased 124,700 series A preference shares for cancellation and issued 224,533 common shares as a stock dividend. Capital stock outstanding at Dec. 31, 1984 comprised 1,784,300 series A, 2,000,000 series C and 1,200,000 series D preference shares; 3,800,000 class B preference shares; and 14,392,474 common shares.

PRICE RANGE OF STOCK
8% Tax-Deferred Preference

Year	High	Low	Year	High	Low
1976*	\$27.88	\$17.13	1981	\$24.00	\$16.50
1977	28.75	24.50	1982	21.00	14.75
1978	29.00	25.25	1983	25.50	19.50
1979	27.50	24.50	1984	25.25	21.00
1980	24.00	13.75			

*Listed June 11.

\$2 Class B Series 1
Preference

Year	High	Low
1984*	\$27.00	\$19.75

*Listed Feb. 16.

Common

Year	High	Low	Year	High	Low
1975	\$30.13	\$23.50	1980	\$41.88	\$28.00
1976	28.88	23.88	1981	49.25	37.00
1977	19.63	13.88	1982	45.38	22.75
1978	27.50	14.13	1983	37.63	24.75
1979	33.50	26.13	1984	31.00	16.50

DIVIDENDS

8% Tax-Deferred Preference, Series A—Entitled to fixed cumulative preferential tax-deferred dividends of \$2 per share per annum, payable quarterly. An initial tax-deferred dividend of 26.3 cents per share (accruing from Apr. 11, 1976) was paid on June 1, 1976; 50 cents a share was paid Sept. 1, 1976, and regularly quarterly since. Commencing with the quarterly payment Dec. 1, 1988, dividends on that and future dates will be taxable.

Floating Rate Preference, Series C—Entitled to quarterly dividends at a rate varying with the mean prime commercial bank lending rate. Dividends totaled \$1,700,000 (85 cents a share) in 1977; \$2,900,000 (\$1.46 a share) in 1978; \$3,600,000 (\$1.83 per share) in 1979; \$4,400,000 (\$2.19 per share) in 1980; \$5,073,000 (\$2.54 per share) in 1981; \$5,266,000 (\$2.63 per share) in 1982; and \$3,824,000 (\$1.91 per share) in 1983.

Floating Rate Preference Series D—Entitled to quarterly dividends at a rate varying with the mean prime commercial bank lending rate. Dividends totaled \$100,000 (6 cents a share) in 1977; \$1,700,000 (\$1.45 a share) in 1978; \$2,200,000 (\$1.83 per share) in 1979; \$2,600,000 (\$2.15 per share) in 1980; \$3,129,000 (\$2.61 per share) in 1981; \$3,026,000 (\$2.52 per share) in 1982; and \$2,196,000 (\$1.83 per share) in 1983.

\$2 Class B Preference, Series 1—Entitled to annual dividends of \$2 per share, payable quarterly. An initial dividend of 39.56 cents per share was paid on Mar. 1, 1984; 50 cents a share was paid June 1, 1984, and regularly quarterly since.

Common—A stock dividend of 1.6 common shares for each 100 shares held, equivalent to 27 cents per share was paid on Dec. 31, 1984 and one common share for every 100 shares, equivalent to 30.25 cents per share held was paid on Nov. 30, 1983. Previously, quarterly dividends of 20 cents per share were paid on Sept. 30 and Dec. 31 in 1982.

A dividend of \$2 per share was paid on June 29, 1957, applicable to the first half of 1957 and the first payment since the company reorganized in 1935. Following the payment, the common stock was split on a 4-for-1 basis.

Following the 4-for-1 stock split, a dividend of 25 cents per share was paid on Sept. 30, 1957, establishing a rate of \$1 per share per annum, which was paid regularly quarterly to Dec. 31, 1959, inclusive. An increased rate of \$1.20 per share per annum was paid quarterly from Mar. 31, 1960, to Dec. 22, 1961, inclusive; of \$1.40 per share per annum quarterly from Mar. 31, 1962, to June 28, 1963, inclusive; of \$1.60 per share per annum quarterly from Sept. 30, 1963, to Dec. 28, 1964, inclusive; and of \$1.80 per share per annum quarterly from Mar. 31, 1965, to Dec. 28, 1965, inclusive. A payment of 50 cents per share was made on Mar. 31, 1966, after which the stock was split on a 2-for-1 basis.

Following the 2-for-1 stock split in May, 1966, a rate of \$1 per share per annum was paid quarterly from June 30, 1966 to Sept. 30, 1969, inclusive. Rate was reduced to 50 cents per share per annum, with the quarterly payment of 12½ cents per share on Dec. 29, 1969 and paid quarterly to Dec. 28, 1973, inclusive. Rate increased to \$1 per share per annum, with quarterly payment of 25 cents per share from Mar. 29, 1974, paid to and including Sept. 30, 1974. A rate of \$1.40 per share per annum was paid quarterly from Dec. 31, 1974, to June 30, 1976, inclusive. Quarterly dividends of 20 cents per share were paid from Sept. 30, 1976 to Mar. 31, 1977, inclusive. Quarterly payments of 15 cents per share were made on Mar. 30 and June 29, 1979; and 20 cents per share was paid Sept. 28 and Dec. 31, 1979. Dividends at the rate of \$1 per share per annum were paid quarterly from Mar. 31, 1980 to June 30, 1981, inclusive. An annual rate of \$1.20 per share was paid quarterly from Sept. 30, 1981, to June 30, 1982, inclusive. Quarterly dividends of 20 cents per share were paid on Sept. 30 and Dec. 31 in 1982. A stock dividend of one common share for every 100 shares held was paid on Nov. 30, 1983.

An extra dividend of 12½ cents per share was paid Dec. 28, 1973 and 25 cents per share on Dec. 31, 1974.

Note—Prior to the changes in Canadian income tax laws in 1972, Canadian shareholders were entitled to deduct 15% depletion from dividends paid by the company in 1959 and 1961-66, inclusive; and 20% in 1967-71, inclusive. The deduction was determined by reference to the mineral profits included in the company's income for the year preceding the year in which the dividends were paid.

5% Preference (old)—Was entitled to 5% per annum, cumulative from Jan. 1, 1940. Initial dividend of \$1.25 per share paid May 15, 1940, with an additional payment of like amount made July 1, 1940. Paid \$2.50 Jan. 2, 1941, and semiannually to redemption at par and accrued dividends on July 1, 1947.

LONG-TERM DEBT

At Dec. 31, 1984, long-term debt totaled \$585,799,000 including \$8,967,000 due in one year. Repayment requirements for the next five years are: \$9 million in 1985; \$22.8 million in 1986; \$35 million in 1987; \$34.6 million in 1988; and \$43.7 million in 1989. Details as follows:

7½% Sinking Fund Debentures, Series C:

Dated Oct. 1, 1967; due Oct. 1, 1987.

Authorized, no set amount, but subject to restrictions set forth in the trust deed; issued \$30,000,000; outstanding at Dec. 31, 1984, \$13,200,000.

Issued—Placed privately, at par, by Wood, Gundy Securities Ltd. in Oct., 1967.

8½% Sinking Fund Debentures, Series D:

Dated Mar. 31, 1971; due Mar. 31, 1991.

Principal and semiannual interest (Mar. 31 and Sept. 30) payable in Canadian funds at any branch in Canada of the bank designated in the debentures, at the holder's option.

Authorized, no set amount; but subject to restrictions set forth in the trust deed; issued, \$34,000,000; outstanding as at Dec. 31, 1984, \$24,400,000.

Denominations—Coupon debentures registrable as to principal only in denominations of \$500 and \$1,000 and as fully registered debentures in denominations of \$1,000 and integral multiples thereof.

Trustee—Montreal Trust Co.

Redemption—In whole or in part at any time, at the option of the company on 30 days' notice, at the following percentages of principal amount, on or before Mar. 31 in each year:

1972	108.75	1978	106.00	1984	103.00
1973	108.30	1979	105.50	1985	102.50
1974	107.85	1980	105.00	1986	102.00
1975	107.40	1981	104.50	1987	101.50
1976	106.95	1982	104.00	1988	101.00
1977	106.50	1983	103.50	1989	100.50

and thereafter at par to maturity, plus accrued interest in each case. The company may not redeem the debentures prior to Mar. 31, 1986, for refunding purposes at

an effective interest cost of less than 8% per annum. The company will have the right to purchase the debentures at prices not exceeding the redemption price plus accrued interest and costs of purchase. Such debentures purchased may be applied at their principal amount in satisfaction of sinking fund obligations.

Sinking Fund—Sufficient to retire \$650,000 principal amount on Mar. 31 in each of the years 1976 to 1983, inclusive, and \$2,000,000 principal amount in each of the years 1984 to 1990, inclusive. In addition, the company may make optional sinking fund payments sufficient to retire up to \$800,000 principal amount in each of the years 1984 to 1990, inclusive.

Security—Direct obligation of the company ranking pari passu with and secured equally and ratably with all other series of debentures outstanding.

Purpose of Issue—Net proceeds used to repay bank loans and banker's acceptances which were incurred to provide funds for operating purposes and for capital expenditures. The balance of such net proceeds added to the company's general funds.

Offered—In March, 1971, at 100 and accrued interest by a group headed by Wood Gundy Securities Ltd. and Greenshields Inc.

10% Sinking Fund Debentures, Series E:

Dated June 1, 1974; due June 1, 1994.

Principal and semiannual interest (June and Dec. 1) and redemption premium, if any, payable in Canadian funds at any branch in Canada of the bank designated in the debentures, at the holder's option.

Authorized no set amount but subject to restrictions set forth in the trust deed; issued, \$50,000,000; outstanding at Dec. 31, 1984, \$35,000,000.

Denominations—Coupon debentures registrable as to principal only in denominations of \$1,000 and as fully registered debentures in denominations of \$1,000 and integral multiples thereof.

Trustee—Montreal Trust Co.

Redemption—In whole or in part at any time at the option of the company on 30 days' notice at the following percentages of principal amount, on or before June 1 in each year:

1975 .. 110.375	1981 .. 106.700	1987 .. 103.100
1976 .. 109.700	1982 .. 106.100	1988 .. 102.500
1977 .. 109.100	1983 .. 105.500	1989 .. 102.000
1978 .. 108.500	1984 .. 104.900	1990 .. 101.500
1979 .. 107.900	1985 .. 104.300	1991 .. 101.000
1980 .. 107.300	1986 .. 103.700	1992 .. 100.500

and thereafter at par to maturity, plus accrued interest in each case. The company may not redeem the debentures prior to June 1, 1989, for refunding purposes at an effective interest cost of less than 10% per annum.

Sinking Fund—Sufficient to retire the following principal amounts on June 1 in each of the fiscal years as shown: \$1,000,000 1979-81, inclusive; \$3,000,000 1982-86, inclusive; \$1,000,000 1987; \$3,000,000 1988-90, inclusive; \$1,000,000 1991; and \$5,000,000 1992-93, inclusive. In addition, the company will have the non-cumulative right to make optional sinking fund payments sufficient to retire up to \$400,000 principal amount in each of the years 1982-93, inclusive.

Security—Direct obligation of the company ranking pari passu with and secured equally and ratably with all other series of debentures outstanding.

Purpose of Issue—Net proceeds used in part to repay bank loans and promissory notes incurred for operating purposes and capital expenditures. Balance of proceeds added to general funds.

Offered—In May, 1974, at 100 and accrued interest by a group headed by Wood Gundy Limited and Greenshields Inc.

11% Sinking Fund Debentures, Series F:

Dated May 1, 1975; due May 1, 1995.

Principal and semiannual interest (May and Nov. 1) and redemption premium, if any, payable in Canadian funds at any branch in Canada of the bank designated in the debentures, at the holder's option.

Authorized and issued: \$65,000,000; outstanding at Dec. 31, 1984, \$49,400,000.

Denominations—Coupon debentures registrable as to principal only in the denomination of \$1,000 and as

fully registered debentures in denominations of \$1,000 and integral multiples thereof.

Trustee—Montreal Trust Co.

Redemption—In whole or in part at any time on 30 days' notice at the following percentages of principal amount, on or before May 1 in each year:

1976 .. 111.00	1982 .. 107.10	1988 .. 103.20
1977 .. 110.35	1983 .. 106.45	1989 .. 102.55
1978 .. 109.70	1984 .. 105.80	1990 .. 101.90
1979 .. 109.05	1985 .. 105.15	1991 .. 101.25
1980 .. 108.40	1986 .. 104.50	1992 .. 100.60
1981 .. 107.75	1987 .. 103.85	

and thereafter at par to maturity; plus accrued interest in each case. The company may not redeem the debentures prior to May 1, 1990, as part of a refunding operation having an effective interest cost of less than 11% per annum.

Sinking Fund—Sufficient to retire the following principal amounts in each of the fiscal years as shown: \$1,100,000 1980-82, inclusive; \$4,100,000 1983-86, inclusive; \$1,100,000 1987; \$4,100,000 1988-90, inclusive; \$1,100,000 1991; \$6,500,000 1992 and 1993; and \$4,100,000 1994. In addition, the company will have the non-cumulative right to make optional sinking fund payments sufficient to retire up to \$600,000 principal amount in each of the years 1983-94, inclusive.

Security—Direct obligation of the company ranking pari passu with and secured equally and ratably with all other series of debentures outstanding.

Purpose of Issue—Net proceeds used to reduce banks loans, banker's acceptances and promissory notes incurred to finance capital expenditures.

Offered—In April, 1975, at 100 and accrued interest, if any, by a group headed by Wood Gundy Limited, Greenshields Inc. and Burns Bros. and Denton Ltd.

17% Sinking Fund Debentures, Series L:

Dated May 12, 1982; due May 15, 1997.

Principal, semiannual interest (May and Nov. 15) and redemption premium, if any, are payable in Canadian funds at any branch of the company's bankers in Canada.

Authorized, issued and outstanding, \$50,000,000.

Denominations—Coupon debentures registrable as to principal only, in denominations of \$1,000, \$5,000, and \$25,000; and as fully registered debentures in denominations of \$1,000 and integral multiples thereof.

Trustee—Montreal Trust Co.

Redemption—Redeemable at the option of the company in whole at any time, or in part from time to time, on not less than 30 days' notice at the following percentages of the principal amount if redeemed during the 12 months ending May 15:

1983 .. 117.00	1987 .. 111.70	1991 .. 106.50
1984 .. 115.65	1988 .. 110.40	1992 .. 105.20
1985 .. 114.30	1989 .. 109.10	1993 .. 103.90
1986 .. 113.00	1990 .. 107.80	1994 .. 102.60

thereafter at 101.30 to May 15, 1995; and thereafter at par plus accrued interest to the date fixed for redemption. However, the company may not redeem any of the series L debentures prior to maturity using borrowed funds directly or indirectly having an effective cost of less than 17% per annum.

The company may purchase the series L debentures in the market, by tender, or by private contract at rates not exceeding the current redemption rate in effect, plus accrued interest and costs of purchase.

Sinking Fund—Sufficient to retire on May 15 in each of the years 1986 to 1996, inclusive, \$3,400,000 of the principal amount. Redeemable for sinking fund purposes at par plus accrued interest.

Security—Same as series F.

Purpose of Issue—Net proceeds applied towards financing of approved capital projects and for working capital.

Offered—On Apr. 14, 1982 at 100 plus accrued interest, if any, by a group managed by Wood Gundy Ltd.

Income Debentures:

Series G—Issued privately in February, 1979 in the principal amount of \$60,000,000 bearing non-taxable interest at 1% over one-half of the mean prime Cana-

dian commercial bank lending rate. The company is permitted to convert the obligation into **Series H** debentures bearing taxable interest to vary from 1/4% to 3/4% over the mean prime Canadian commercial bank lending rate.

Series I—Issued privately in March, 1979 in the principal amount of US\$40,000,000 (Cdn\$52,868,000) bearing non-taxable interest which varies from 1 1/4% to 1 1/2% over one-half of LIBOR or, at the option of the company, to vary from 1% to 1 1/4% over one-half of the minimum United States commercial bank lending rate. The debentures are convertible at the option of the company, into a Canadian currency obligation bearing interest to vary from 1% to 1 1/4% over one-half of the mean prime Canadian commercial bank lending rate.

Series J debentures bearing taxable interest at various rates and, at the option of the company, may be in either Canadian or United States currency. A United States currency loan would bear interest to vary from 3/4% to 1% over LIBOR or, at the option of the company, from .30% to .55% over the minimum United States commercial bank lending rate. A Canadian currency loan would bear interest to vary from .30% to .55% over the mean prime Canadian commercial bank lending rate.

Series K—An agreement with three Canadian chartered banks provides for an aggregate borrowing of up

to \$250,000,000 over a drawdown period ending Dec. 31, 1985, to finance the construction of a new seamless tube mill. The funds may be borrowed in Canadian or U.S. dollars. Accordingly, drawdowns under this line of credit totaling \$126,466,000, including US\$13,200,000, at Dec. 31, 1984, have been classified as long-term debt. Such indebtedness, when incurred, may be converted into series K debentures, which are prepayable at any time without penalty and due Dec. 31, 1993, bearing an interest rate of 1/2% over prime when denominated in Canadian dollars; or at 3/4% to 3/4% over LIBOR when denominated in U.S. dollars.

Series M—Issued privately in November, 1982, in the principal amount of US\$100,000,000 (Cdn\$132,170,000) bearing interest based on LIBOR. The company has, however, entered into an Exchange Agreement with a foreign financial institution enabling the company to convert its floating rate liability into an effective annualized fixed rate obligation of 14.27%. The debentures mature in November, 1990 but are repayable prior to maturity in whole or in part at the option of the company.

9.65% Note—Due 2000; issued in January, 1980, in the amount of US\$35,000,000; outstanding at Dec. 31, 1983, Cdn. \$34,000,000. The debentures were issued by a U.S. subsidiary of the company. Repayable in annual instalments of \$2.0 million.

INTERIM EARNINGS

Fiscal Year	Net Sales	Net Inc. Ops.	Earns. per Com. Sh.	Net Sales	Net Inc. Ops.	Earns. per Com. Sh.	Net Sales	Net Inc. Ops.	Earns. per Com. Sh.
	3 months			6 months			9 months		
	\$000's		\$—	\$000's		\$—	\$000's		\$—
1977 ..	154,372	4,908	0.30	334,612	17,355	1.23	502,244	21,552	1.42
1978 ..	195,058	13,214	0.94	420,576	32,532	2.39	618,129	46,502	3.36
1979 ..	244,013	20,212	1.51	526,415	50,291	3.85	796,297	77,560	5.95
1980 ..	289,891	24,487	1.85	586,642	51,689	3.92	836,214	67,614	5.02
1981 ..	335,372	36,936	2.43	712,233	86,758	5.76	1,043,405	122,398	8.06
1982 ..	321,252	35,288	2.28	551,207	37,122	2.20	713,928	d2,667	d0.85
1983 ..	168,845	d32,597	d2.51	381,249	d64,917	d4.99	599,108	d100,286	d7.68
1984 ..	282,500	d18,176	d1.58	582,251	d21,415	d2.11	836,509	d34,069	d3.30

OPERATING STATISTICS

Years Ended April 30	Production*					Ship- ments† Steel Products
	Iron Ore	Coal	Coke	Iron	Raw Steel	
1936			330,000	140,000	200,000	
1937			400,000	100,000	200,000	
1938			440,000	140,000	270,000	
1939			325,000	125,000	210,000	
1940			490,000	250,000	390,000	† 122,954
1941			710,000	420,000	540,000	387,676
1942			750,000	540,000	610,000	487,865
1943			730,000	570,000	670,000	414,602
1944			940,000	600,000	700,000	473,744
1945			1,260,000	625,000	730,000	487,525
1946			1,190,000	575,000	630,000	550,223
1947			925,000	540,000	530,000	503,176
1948			1,100,000	870,000	775,000	507,326
1949			1,228,077	894,220	871,043	583,308
1950			1,040,765	831,768	802,448	773,852
1951			1,184,767	1,025,185	793,254	1,074,193
1952			1,195,000	1,097,927	870,736	1,232,006
Dec. 31:						
1953		■	1,065,458	1,020,504	841,618	1,313,915
1954		626,000	718,809	736,000	566,187	1,107,152
1955		896,000	1,155,022	1,294,000	990,232	1,262,000
1956		1,191,000	1,288,109	1,489,985	1,104,750	1,411,427
1957		1,249,000	1,173,013	1,433,794	1,065,793	1,581,688
1958		1,275,000	888,762	1,109,922	961,535	1,632,137
1959		1,457,000	1,218,768	1,552,428	1,371,768	1,838,486
1960		1,443,000	1,135,763	1,426,625	1,278,030	1,707,000
1961		1,443,000	1,258,000	1,732,390	1,649,738	1,631,000
1962		1,443,000	1,265,000	1,772,000	1,759,000	1,460,000
1963		1,672,000	1,390,000	2,077,000	2,092,000	1,618,000
1964		■	1,591,000	1,453,000	2,261,000	2,301,000
1965	2,434,000	1,674,000	1,447,000	2,289,000	2,486,000	1,822,000
1966	2,401,000	1,685,000	1,410,000	2,241,000	2,347,000	1,805,000
1967	2,407,000	1,841,000	1,295,000	1,957,000	2,073,000	1,562,000
1968	2,942,000	2,253,000	1,523,000	2,189,000	2,261,000	1,723,000
1969	2,343,000	2,301,000	1,226,000	1,105,000	1,725,000	1,142,000
1970	2,667,000	2,701,000	1,619,000	2,440,000	2,495,000	1,511,000
1971	2,797,000	2,202,000	1,375,000	2,136,000	2,360,000	1,639,000
1972	2,961,000	2,490,000	1,413,000	2,288,000	2,426,000	1,758,000
1973	3,217,000	2,413,000	1,429,000	2,619,000	2,650,000	2,031,000
1974	3,165,000	1,984,000	1,376,000	2,774,000	2,763,000	2,023,000
1975	3,478,000	2,430,000	1,294,000	2,624,000	2,748,000	1,690,000
1976	4,089,000	2,235,000	1,539,000	2,806,000	2,888,000	1,700,000
1977	3,839,000	1,929,000	1,371,000	2,848,000	2,974,000	▲
1978	4,109,000	2,069,000	1,424,000	3,148,000	3,317,000	2,456,000
1979	4,125,000	2,868,000	1,546,000	3,374,000	3,528,000	2,597,000
1980	3,691,000	2,907,000	1,470,000	3,039,000	3,179,000	2,415,000
1981	3,643,000	2,727,000	1,411,000	2,907,000	3,017,000	2,519,000
1982	1,983,000	2,488,000	1,009,000	1,809,000	1,899,000	1,472,000
1983	2,424,000	2,490,000	1,042,000	2,155,000	2,306,000	1,757,000
1984	2,866,000	2,918,000	1,246,000	2,307,000	2,528,000	1,951,000

†Net tons. ■ No figures available prior to this time.

*Net tons, except iron ore and Algoma sinter, which are in gross tons.

†From start of operations in July, 1939. ▲Unstated from 1977 forward.

Note—Figures for 1936 to 1948 inclusive and for 1952 are approximations only.

CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
Years ended December 31

	1984	1983	1982
	-\$000's		
Cash Provided From (Used For)			
Operations:			
Earnings (loss) operations	14,865	(123,918)	(83,901)
Non-cash items	68,388	79,542	75,812
Decrease (incr.) oper. working cap.	(9,702)	(12,281)	67,681
	<u>73,551</u>	<u>(56,657)</u>	<u>59,592</u>
Investment Activities:			
Increase fixed assets: Plant	(12,006)	(25,150)	(175,485)
Raw material props.	(12,407)	(6,492)	(9,920)
Long-term investments	(6,482)	2,689	(3,598)
Dividends from assoc. co.	14,909	14,169	14,186
Interest & other income	2,692	1,258	2,066
	<u>(13,294)</u>	<u>(13,526)</u>	<u>(172,751)</u>
Dividends	<u>(16,772)</u>	<u>(10,002)</u>	<u>(26,491)</u>
Financing Activities:			
Debt interest	(67,056)	(63,369)	(41,790)
Reduction long-term debt	(22,296)	(7,899)	.....
Purchase pfce. shares	(3,117)	(2,805)	(3,000)
Other	3,764	150	513
Issue of shares .....	.....	91,357	.....
Long-term debt issue	<u>36,438</u>	<u>55,699</u>	<u>204,795</u>
	<u>(52,267)</u>	<u>73,133</u>	<u>160,482</u>
Net Cash (Loan) Position*:			
Increase (decrease) during year	(8,782)	(7,052)	20,832
Balance at beginning of year	<u>9,614</u>	<u>16,666</u>	<u>(4,166)</u>
Balance at end of year	<u>832</u>	<u>9,614</u>	<u>16,666</u>

*Net cash position comprises cash, short-term investments and bank overdraft.

CONSOLIDATED STATEMENT OF INCOME AND RETAINED EARNINGS, YEARS ENDED DECEMBER 31

	1984	1983	1982	1981	1980	1979	1978
	\$000's						
Net sales	1,104,292	859,541	874,164	1,426,434	1,149,079	1,081,183	864,221
Less: Cost of sales	1,010,035	905,584	878,425	1,116,005	932,617	874,910	726,498
Adm., sell., & gen. exp.	23,903	22,503	26,132	26,029	22,758	21,890	17,529
Operating profit	70,354	d68,546	d30,393	284,400	193,704	184,383	120,194
Add: Other income	2,692	1,258	2,066	21,811	3,724	3,983	....
Net before deprec., etc.	73,046	d67,288	d28,327	306,211	197,428	188,366	120,194
Less: Deprec. & amort.	55,489	55,372	53,508	49,686	47,335	39,889	35,660
Long-term debt int.	66,809	63,446	40,245	29,816	27,548	27,643	24,813
Other interest	581	257	1,757	893	1,348	634	2,001
Exchange loss	11,938	....	....	....	....	....	....
Income tax: Current	....	....	....	....	....	....	7,500
Deferred	d21,590	d79,400	d57,700	87,600	38,800	35,300	3,200
Add: Equity income	d5,525	d19,683	25,716	26,754	26,851	27,005	22,596
Net income, operations	d45,706	d126,646	d40,421	164,970	109,248	111,905	69,616
Inc. tax reduction†	....	....	....	....	....	....	7,500
Net income	d45,706	d126,646	d40,421	164,970	109,248	111,905	77,116
Add: Previous ret. earns.	578,587	721,510	788,422	651,494	566,357	475,594	407,944
Equity assoc. prior yrs.	....	....	....	....	....	d2,310	....
Less: Preference divs.	16,736	9,953	12,462	12,610	11,608	10,632	9,466
Com. divs.	•3,825	•4,244	14,029	15,432	12,300	8,200	....
Sh. issue expense	....	2,080	....	....	203	....	....
Retained earnings	512,320	578,587	721,510	788,422	651,494	566,357	475,594

•In 1984, stock dividend of 1.6 common shares for each 100 shares held equivalent to 27 cents per share equivalent to \$3,789,000 and \$36,000 total cash dividend in lieu of fractional shares; in 1983, stock dividend of one common share for each 100 shares held equivalent to 30¼ cents per share equivalent to \$4,195,000 and \$49,000 total cash dividend in lieu of fractional shares.

†Credit. ‡Resulting from application of loss carry-forwards.

Remuneration—Of directors and senior officers in recent fiscal years has been: \$2,028,762 in 1984; \$1,311,670 in 1983; \$1,400,000 in 1982; \$2,000,000 in 1981, 1980 and 1979; and \$1,300,000 in 1978.

Times All Interest* Earned:

Before deprec. & amort.	1.08	....	....	9.97	6.83	6.66	4.48
After deprec. & amort.	....	....	....	8.35	5.19	5.25	3.15

*Long-term debt interest and other interest.

Earnings Per Share:

Based on net income, operations:

Pfcs.: Times earned	....	....	....	113.08	19.42	110.56	17.41
Common: Earned*	d\$4.37	d\$9.65	d\$3.76	\$10.85	\$8.21	\$8.65	\$5.15

Based on net income:

Pfcs.: Times earned	....	....	....	113.08	19.42	110.56	18.20
Common: Earned*	d\$4.37	d\$9.65	d\$3.76	\$10.85	\$8.21	\$8.65	\$5.79

*As reported by the company; based on the weighted average of number of common shares outstanding.

Dividends Paid or Declared:

Pfcs., series A	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00
Pfcs., series C	1.83	1.91	2.63	2.54	2.19	1.83	1.46
Pfcs., series D	1.82	1.83	2.52	2.61	2.15	1.83	1.45
Class B Pfcs.	▲1.8956	....	....	....	....	....	....
Common	stk.*	stk.*	1.00	1.10	1.00	0.70	....

▲Including initial. ▶Initial. □ Tax-deferred.

*1 share for every 100 shares held, equivalent to 30.25 cents per share in 1983; 1.6 shares for each 100 shares held, equivalent to 27 cents per share, in 1984.

Working Capital:

Working Capital (\$000's)	323,142	319,889	318,230	372,809	404,953	284,608	206,915
Ratio	2.52—1	2.64—1	2.83—1	2.58—1	3.58—1	2.89—1	2.33—1

Equities:

Net worth* (\$000's)	829,449	895,046	941,579	1,011,491	877,563	718,548	627,677
Debt., per \$1,000	\$2,989	\$3,125	\$3,200	\$4,958	\$4,392	\$3,693	\$4,736
Preference	167.62	175.19	180.34	189.38	160.69	128.48	112.09
Cl. B Preference	185.48	201.93	....	....	....	....	....
Common	42.37	47.45	57.81	62.58	52.82	49.50	41.78

*Available for the capital stock; based on shareholders' equity. Debentures taken in at par for their equity. Preference deducted at \$25 per share before calculating common share equity.

Shares Outstanding:

Preference, Ser. A	1,784,300	1,909,000	2,021,200	2,141,200	2,261,200	2,392,500	2,400,000
Preference, Ser. C	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Preference, Ser. D	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Cl. B Pfcs., Ser. 1	3,800,000	3,800,000	....	....	....	....	....
Common, n.p.v.	14,392,474	14,168,013	14,029,353	14,029,353	14,029,353	11,691,128	11,671,728

CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31

	1984	1983	1982	1981	1980	1979	1978
	\$000's						
Assets							
Current:							
Cash, etc.	832	9,614	20,237	7,800	85,153	11,807	.....
Receivables	179,549	154,893	97,628	203,994	155,277	139,786	133,586
Inventories:							
Finished products†	90,292	87,496	73,086	61,505	44,100	42,700	36,200
Work in progress†	78,913	75,447	87,090	87,086	88,800	71,200	56,000
Materials & supplies▲	180,094	180,496	208,109	241,857	183,352	164,310	126,565
Prepaid exps.	5,773	6,667	5,988	6,339	5,463	5,661	5,442
Gov. grant rec. ....	.....	.....	.....	.....	.....	.....	4,600
	535,453	514,613	492,138	608,581	562,145	435,464	362,393
Non current accts. rec. ....	.....	.....	.....	1,000	1,000	2,200	2,150
Investments:							
Associated company	139,311	159,369	193,221	181,691	168,641	153,343	99,520
Others	51,161	46,295	48,976	45,576	43,500	43,900	37,000
Fixed Assets:							
Prop. & equip., at cost	1,375,633	1,389,009	1,364,671	1,196,609	955,200	873,200	816,279
Mine develop., at cost	228,388	216,150	216,090	217,511	209,900	188,000	169,100
Less: Accum. deprec., depl. & amort.	708,696	660,485	589,957	534,616	520,302	474,206	435,600
	895,325	944,674	990,804	879,504	644,798	586,994	549,779
Unamort. deb. exp.	2,932	3,266	3,600	1,833	1,986	2,138	2,291
Unamort. exchange loss*	22,644	.....	.....	.....	.....	.....	.....
	1,646,826	1,668,217	1,728,739	1,718,185	1,422,070	1,224,039	1,053,133
Liabilities							
Current:							
Due to bank ....	.....	.....	3,571	11,966	.....	7,030	9,982
Accts. pay. & accr. liab.	195,028	174,031	154,137	210,780	147,470	136,619	116,876
Prov. for taxes	8,316	9,393	8,470	13,026	9,722	7,207	7,040
Promissory notes ....	.....	.....	.....	.....	.....	.....	16,130
L.-t. debt due 1 yr.	8,967	11,300	7,730	.....	.....	.....	5,450
	212,311	194,724	173,908	235,772	157,192	150,856	155,478
Long-term debt:							
Debentures	417,038	421,114	428,013	255,579	258,734	266,825	167,975
Notes	42,295	34,000	65,000	35,000	35,000	20,500	49,000
Bank loans, etc.	126,466	90,000	4,301	.....	.....	11,300	37,100
Less: Current portion	8,967	11,300	7,730	.....	.....	.....	5,400
	576,832	533,814	489,584	290,579	293,734	298,625	248,675
Accr. past ser. pens. liab.	14,628	12,799	10,916	9,915	10,806	11,653	12,496
Deferred income taxes	13,606	31,834	112,752	170,428	82,775	44,357	8,807
Shareholders' Equity							
Capital stock:							
Preference	219,608	222,725	130,530	133,530	136,530	139,813	140,000
Common	97,521	93,734	89,539	89,539	89,539	12,378	12,083
Retained earnings	512,320	578,587	721,510	788,422	651,494	566,357	475,594
	1,646,826	1,668,217	1,728,739	1,718,185	1,422,070	1,224,039	1,053,133

†At lower of cost and net realizable value.

*At lower of cost and replacement cost.

*The assets and liabilities of U.S. subsidiaries were included without adjustment for exchange to Canadian funds prior to 1984. In 1984, the company changed its accounting policy with respect to foreign exchange. For details, see Accounting Changes on page 3.

Pensions.—Unfunded liability for pensions earned by past service was estimated at \$169.8 million at Dec. 31, 1984, to be discharged by payments to 2000.

Commitments.—The company as a participant in the Tilden Mine joint venture, is entitled to receive its 30% share of production and is committed to pay its shares of costs including minimum charges for principal and interest to cover the servicing of long-term debt. The company's share of such minimum charges was \$27.2 million in 1984 and will average approximately \$23.7 million annually during the next five years.

The estimated amount required to complete approved capital projects is \$134 million which includes \$126 million for the construction of a seamless tube mill and \$125 million for a new coke battery. At Dec. 31, 1984, contractual commitments for these projects amounted to approximately \$63 million for the coke oven battery, construction of which has been deferred, and \$14 million for other projects.

Long-Term Leases.—Rentals under long term leases amounted to \$11.3 million in 1984. Future minimum rentals will aggregate \$52.8 million and in each of the next five years will be \$8.5 million in 1985; \$7.7 million in 1986; \$5.6 million in 1987; \$5.3 million in 1988; and \$3.5 million in 1989. These rentals are payable principally under leases of steel processing plant and equipment which contain options to purchase and under leases of raw material properties.

HISTORICAL SUMMARY (As originally reported in the company's annual reports for the respective years)

Year	Total Assets	Net Fixed Assets	Long-term Debt \$ \$000's	Total Sales	Net Inc. Opers.	Earns. per Com. Sh. \$	Price Range High \$ Low \$
1925	50,746	41,145	21,166				
1926	50,830	40,838	21,166		431		
1927	51,318	41,178	21,166		832		
1928	51,961	40,568	21,153		1,148		
1929	52,235	38,760	21,004		2,399		
1930	50,112	39,183	20,659		1,893		
1931*	50,660	40,357	20,141		151		
1932-35			No reports issued; company in receivership.				
1936	20,906	13,489			542	4.22	
1937	20,234	13,140			190	0.20	
1938	23,687	13,942			641	1.30	16.75 13.00
1939	23,539	15,423	3,000		227	0.29	20.50 6.38
1940	27,180	16,126	2,714		780	1.62	16.63 7.00
1941	28,212	15,722	2,514		912	1.96	10.13 7.00
1942	34,577	20,723	2,314		414	0.75	9.50 7.25
1943	33,297	19,413	2,114		847	1.80	11.00 8.00
1944	33,639	17,760	1,914		1,058	2.32	16.00 8.86
1945	33,615	17,103	1,524		1,112	2.48	23.75 14.00
1946	32,183	16,411	1,333		1,010	2.24	26.00 16.00
1947	34,232	16,288	1,380		1,256	2.83	59.50 21.00
1948	32,723	14,912			2,019	1.20	59.13 33.25
1949	39,545	15,471			4,036	2.44	56.00 35.00
1950	39,525	15,427			3,577	2.17	29.50 13.75
1951	50,949	15,775			5,721	3.47	61.13 28.00
1952	58,328	22,811			2,901	1.76	56.75 43.00
1953	97,343	51,508	13,732		6,428	4.50	49.50 30.00
1954	98,576	50,916	13,345		4,464	3.13	53.50 39.50
1955	108,720	50,357	12,580	114,035	10,442	7.32	94.25 49.00
1956	129,654	46,950	11,982	142,439	15,714	11.02	127.00 93.00
1957	140,939	70,669	11,390	142,480	14,178	2.49	40.50 21.25
1958	174,542	101,475	35,919	122,778	11,763	2.05	36.50 21.75
1959	197,066	104,240	33,802	162,696	17,606	3.05	42.25 34.50
1960	193,062	119,972	32,392	140,875	12,253	2.30	40.50 30.00
1961	218,225	125,838	31,647	167,766	19,460	3.36	50.50 32.50
1962	232,261	146,197	30,380	178,083	21,059	3.64	53.50 37.00
1963	272,576	164,049	28,655	203,724	25,870	4.47	59.50 43.75
1964	298,439	186,702	26,921	225,049	27,596	4.76	75.00 56.00
1965	331,353	196,012	23,845	241,910	30,804	5.31	81.25 58.88
1966	349,116	212,762	19,000	235,479	24,796	2.14	31.13 20.50
1967	374,009	235,663	39,725	200,622	15,245	1.31	27.88 17.50
1968	395,530	238,992	47,116	216,215	19,756	1.70	22.88 16.00
1969	381,777	261,377	46,970	183,063	9,173	0.79	22.50 13.25
1970	416,182	272,520	46,000	257,356	23,577	2.03	15.38 11.25
1971	448,114	293,720	77,800	271,796	12,815	1.11	16.75 11.13
1972	502,147	326,548	76,800	310,045	15,427	1.33	15.25 12.00
1973	552,680	366,147	104,124	376,241	28,556	2.45	22.38 13.13
1974	708,556	468,439	167,353	474,102	53,756	4.61	29.25 19.50
1975	850,601	539,666	260,226	541,463	37,457	3.21	30.13 23.50
1976	928,248	560,395	264,238	584,835	23,724	1.69	28.88 17.13
1977	975,387	557,874	251,275	687,839	37,530	2.62	19.63 13.88
1978	1,053,133	549,779	248,675	864,221	69,616	5.15	27.50 14.13
1979	1,224,039	586,994	298,625	1,081,183	111,905	8.65	33.50 26.13
1980	1,422,070	644,798	293,734	1,149,079	109,248	8.21	41.88 28.00
1981	1,718,185	879,504	290,579	1,426,434	164,970	10.85	49.25 37.00
1982	1,728,739	990,804	489,584	874,164	d40,421	d3.76	45.38 22.75
1983	1,668,217	944,674	533,814	859,541	d126,646	d9.65	37.63 24.75
1984	1,646,826	895,325	576,832	1,104,292	d45,706	d4.37	31.00 16.50

*Years ended June 30 in 1931 and prior years. \$Net. †Listed Nov. 10, 1938.

▲Years ended April 30, following company reorganization from 1936 to 1952.

●20 mos. to Dec. 31 due to change of fiscal year end.

■ Following 4-for-1 stock splits on July 4, 1936; Oct. 17, 1949; and July 2, 1957; and 2-for-1 split on May 12, 1966.

For analysts interested in an intensive study of this and certain other companies, our Databank derives and publishes a wide range of operating ratios, growth rates, etc. For details, contact The Financial Post Investment Databank, Box 100, Terminal A, Toronto M5W 1A7, (416) 596-5692

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